



LEGISLATIVE FISCAL OFFICE  
Fiscal Note

Fiscal Note On: **HB 787** HLS 10RS 1536

Bill Text Version: **ORIGINAL**

Opp. Chamb. Action:

Proposed Amd.:

Sub. Bill For.:

<b>Date:</b> April 5, 2010	10:21 AM	<b>Author:</b> FANNIN
<b>Dept./Agy.:</b>		
<b>Subject:</b> Funds - Transfers and deposit of monies among funds		<b>Analyst:</b> Travis McIlwain

FUNDS/FUNDING

OR +\$3,950,000 GF RV See Note

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Provides for the transfer and deposit of monies among state funds

Proposed legislation directs the state treasurer to transfer monies among various funds within the state treasury including transferring \$3.95 million into the state general fund from the Incentive Fund and transferring \$2,957,377 from the Small Business Surety Bonding Fund into the Louisiana Economic Development Fund. Also, this bill provides that monies in the Rapid Response Fund at the end of FY 10 shall not be included in the determination of the fund balance, requiring the state treasurer to deposit \$10.0 million into the fund on July 1, 2010.

Effective July 1, 2010.

EXPENDITURES	2010-11	2011-12	2012-13	2013-14	2014-15	5 -YEAR TOTAL
State Gen. Fd.	SEE BELOW	\$0	\$0	\$0	\$0	<b>\$0</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	SEE BELOW	\$0	\$0	\$0	\$0	<b>\$0</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b><u>\$0</u></b>
Annual Total	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

REVENUES	2010-11	2011-12	2012-13	2013-14	2014-15	5 -YEAR TOTAL
State Gen. Fd.	\$3,950,000	\$0	\$0	\$0	\$0	<b>\$3,950,000</b>
Agy. Self-Gen.	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Ded./Other	(\$3,950,000)	\$0	\$0	\$0	\$0	<b>(\$3,950,000)</b>
Federal Funds	\$0	\$0	\$0	\$0	\$0	<b>\$0</b>
Local Funds	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>	<b><u>\$0</u></b>
Annual Total	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>

EXPENDITURE EXPLANATION

There is no anticipated direct material effect on governmental expenditures as a result of this measure. The state general fund deposits and various statutory dedicated fund deposits will presumably be appropriated within FY 11 or FY 10. If not, these monies will remain within their respective funds until the legislature appropriates or directs the state treasurer to transfer such fund balances elsewhere.

Upon adoption of this legislation, the FY 11 state general fund available for expenditure will be \$3.95 million more than the latest official revenue forecast. The FY 11 Executive Budget Recommendation assumes the \$3.95 million has been transferred to the state general fund for expenditure.

REVENUE EXPLANATION

This bill increases the state general fund available for expenditure in FY 11 in the amount of \$3.95 million. This bill also transfers \$2,957,377 from the Small Business Surety Bonding Fund to the Louisiana Economic Development Fund (statutory dedication-to-statutory dedication fund balance transfer). The fund-by-fund impact of this measure is listed below:

\$3,950,000 - State General Fund  
(\$3,950,000) - Incentive Fund  
\$2,957,377 - Louisiana Economic Development Fund  
(\$2,957,377) - Small Business Surety Bonding Fund

Legislation provides that the FY 10 ending fund balance within the Rapid Response Fund will not be utilized by the state treasurer for purposes of determining the amount to be deposited into the fund at the beginning of the fiscal year pursuant to R.S. 51:2361(A)(2). R.S. 51:2361(A)(2) directs the treasurer to deposit into the Rapid Response Fund an amount sufficient to bring the fund balance to \$10.0 million. The provision within this bill essentially allows the state treasurer to transfer \$10 million of state general fund into this fund for FY 10. This \$10 million dedication has been accounted for in the latest adopted FY 11 revenue forecast.

Senate	Dual Referral Rules	House	
<input type="checkbox"/> 13.5.1 >= \$500,000 Annual Fiscal Cost		<input type="checkbox"/> 6.8(F) >= \$500,000 Annual Fiscal Cost	
<input type="checkbox"/> 13.5.2 >= \$500,000 Annual Tax or Fee Change		<input type="checkbox"/> 6.8(G) >= \$500,000 Tax or Fee Increase or a Net Fee Decrease	<b>H. Gordon Monk</b> <b>Legislative Fiscal Officer</b>